9-2-95

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

BEFORE THE ADMINISTRATOR

IN THE MATTER OF)		
SCHALL CHEMICAL, INC.,	; }	Docket No. 92-312-C	IF&R-VIII
Respondent)		

ORDER DENYING MOTION FOR INITIAL DECISION ON PENALTY

On June 1, 1992, Complainant filed a Motion for Initial Decision on Penalty. This motion asserts that no facts are at issue in this cause, that settlement negotiations have not been successful and that, based on the Federal Insecticide and Rodenticide Act (FIFRA) Enforcement Response Policy, the proposed \$5,000 penalty is appropriate. Therefore, the motion requests that an Initial Decision be entered assessing a \$5,000 penalty against Respondent. No response to this motion was filed by the Respondent.

However, the motion seeking assessment of the proposed penalty must be denied without prejudice at this juncture because it is premature. A review of the Complaint and Answer reveals that the Respondent has raised certain issues of fact, for example, whether the material in question was ever a restricted-use pesticide. Moreover, to date there has been no determination on liability in this action, either through a motion for accelerated decision or through an evidentiary hearing. The entry of a decision assessing a penalty cannot be made prior to their being an official determination that the Respondent is

liable for a violation of FIFRA as alleged in the Complaint. The mere assertion in the motion that no facts are at issue is not sufficient to warrant a determination on liability, where the Answer on its face raises issues of material fact. The motion is, however, being denied without prejudice, in the event Complainant can establish that there are no factual matters at issue and that there should be a summary determination on liability and on the amount of penalty.

so ordered.

Daniel M. Head

Administrative Law Judge

Dated.

Washington, DC

IN THE MATTER OF SCHALL CHEMICAL, INC., Respondent DOCKET NO. IF&R-VIII-92-312C

CERTIFICATE OF SERVICE

I certify that the foregoing Order Setting Prehearing Procedures, dated 2025 7, 1992, was sent in the following manner to the addressees listed below:

Original by Regular Mail to:

Joanne McKinstry
Regional Hearing Clerk
U.S. Environmental Protection
Agency, Region VIII
999 18th Street
Denver, CO 80202-2405

Copy by Certified Mail, Return Receipt Requested to:

Counsel for Complainant:

Daisy Kathleen Curry, Esquire Office of Regional Counsel U.S. Environmental Protection Agency, Region VIII 999 18th Street Denver, CO 80202-2405

Representative for Respondent: Richard R. Brumfield

Richard R. Brumfield Secretary of Corporation Schall Chemical, Inc. 120 North Broadway Monte Vista, CO 81144

Aurora Jennings

Secretary, Office of Administrative Law Judges

Dated: September 8, 1992
Washington, D.C.